

D.C. Lottery and Charitable Games Board (DC0)

The mission of the DC Lottery and Charitable Games Board is to generate revenues for the General Fund and regulate charitable games to support programs and services for the residents of the District of Columbia.

Agency Director	Anthony Cooper
Proposed Operating Budget (\$ in thousands)	\$223,200

Fast Facts	
<ul style="list-style-type: none"> The proposed FY 2001 operating budget is \$223,200,000, decrease of \$11,200,000 from the FY 2000 budget. There are 100 full-time equivalents (FTEs) supported by this budget. 	<ul style="list-style-type: none"> During FY 2001, the agency plans to introduce a new lottery game and enhance existing online games to increase sales and the revenue transfer to the General Fund. Increase the diversity of agent/retailer base. Adapt governance structure to be more competitive within the lottery industry.

FY 2001 Proposed Budget by Control Center

The basic unit of budgetary and financial control in the District's financial management system is a control center. D.C. Lottery and Charitable Control Board is comprised of three control centers that serve as the major components of the agency's budget.

FY 2001 Proposed Budget by Control Center

(Dollars in Thousands)

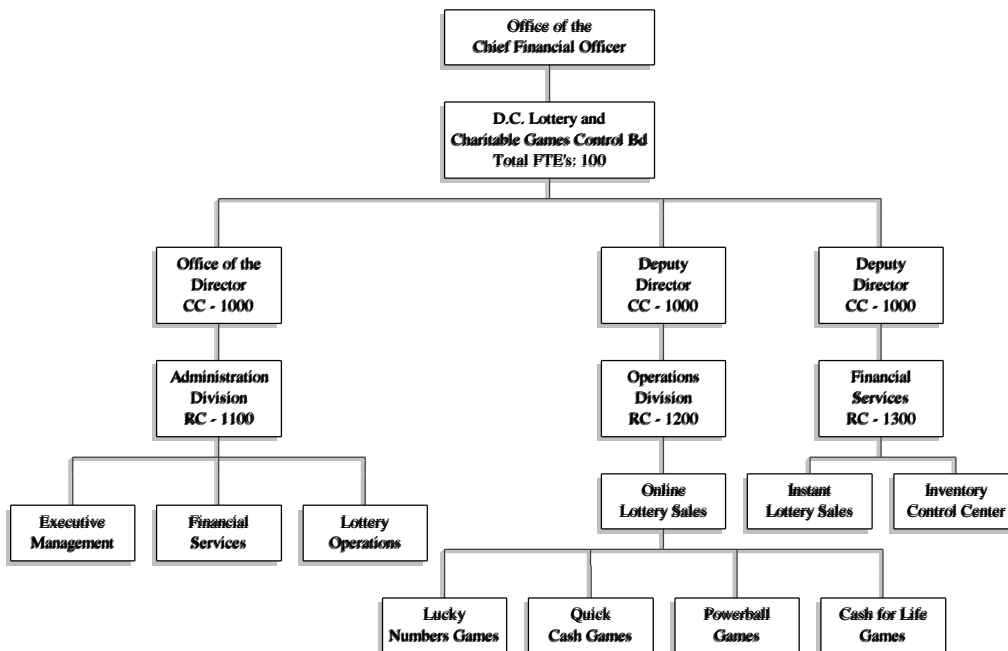
D.C. Lottery and Charitable Games Board

Control Center	Proposed FY 2001 Budget
1000 ADMINISTRATION	9,100
2000 INSTANT SALES	31,156
3000 ON-LINE SALES	182,944
DC0 D.C. Lottery and Charitable Games Board	223,200

Agency Overview and Organization

The D.C. Lottery achieves its mission by maximizing lottery sales and profits by administering legalized lotteries and online numbers games, and protecting the public against fraud and deception through effective management and regulation of lottery and charitable gaming activities in the District of Columbia through 3 control centers:

- The Administration Division provides the management and operating structure for all business and regulatory activities through the Executive Management, Lottery Operations, and Financial Services cost centers.
- The Instant Lottery Sales Division encompasses the development, design, distribution, and accounting for instant "scratch off" tickets transactions.
- The Online Numbers Sales Division represents the development and implementation of new games as well as administering, enhancing, and monitoring the sales activities of existing games.



FY 2001 Proposed Operating Budget

The D.C. Lottery and Charitable Games Board Operating Budget is composed of two categories: (1) Personal Services (PS), and (2) Non-personal Services (NPS).

Within the PS budget category are several object classes of expenditure such as regular pay, other pay, additional gross pay, and fringe benefits. Within the NPS budget category are several object classes of expenditure such as supplies and materials, utilities, communications, rent, other services and charges, contractual services, subsidies and transfers, equipment and equipment rental, and debt service.

Authorized spending levels present the dollars and related full-time equivalents (FTE) by revenue type. Revenue types include Other sources.

FY 2001 Proposed Operating Budget

(Dollars in Thousands)

D.C. Lottery and Charitable Games Board

Object Class	FY 1999 Unaudited		Budget FY 2000		Proposed FY 2001		Variance	
Regular Pay -Cont. Full Time	3,943		4,657		5,034		377	
Regular Pay - Other	104		46		99		53	
Additional Gross Pay	139		93		149		56	
Fringe Benefits	634		767		821		54	
Subtotal for: Personal Services (PS)	4,819		5,563		6,104		541	
Supplies and Materials	60		118		130		12	
Utilities	0		40		0		-40	
Telephone, Telegraph, Telegram	433		834		1,235		401	
Rentals - Land and Structures	1,272		1,475		1,475		0	
Other Services and Charges	13,711		16,800		13,780		-3,020	
Contractual Services - Other	3,047		3,876		4,055		179	
Subsidies and Transfers	185,853		204,932		195,475		-9,457	
Equipment and Equipment Rental	330		762		946		184	
Subtotal for: Nonpersonal Services (NPS)	204,705		228,837		217,096		-11,741	
Total Expenditures:	209,525		234,400		223,200		-11,200	
Authorized Spending Levels by Revenue Type:								
	FTEs	Dollars	FTEs	Dollars	FTEs	Dollars	FTEs	Dollars
Local	1	70	0	0	0	0	0	0
Other	88	209,455	100	234,400	100	223,200	0	-11,200
Total:	89	209,525	100	234,400	100	223,200	0	-11,200

Agency Funding Summary

The proposed FY 2001 operating budget *for all funding sources* is \$223,200,000, a decrease of \$11,200,000 or (4.8) percent, from the FY 2000 budget. There are 100 FTEs supported by this budget. The D.C. Lottery and Charitable Games Board receives funding from other sources.

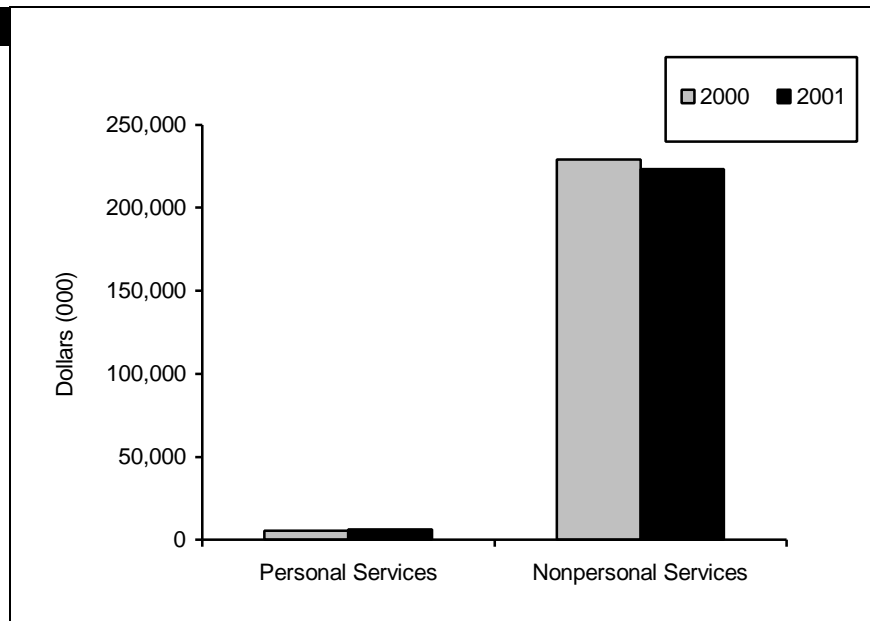
- **Other.** The proposed *other* budget is \$223,200,000, a decrease of \$11,200,000 from the FY 2000 budget. Of this decrease, \$540,570 is an increase in personal services, and \$11,740,570 is a decrease in nonpersonal services. There are 100 FTEs supported by other sources.

Figure 1

FY 2001 Proposed Budget Includes an Increase for PS and a Decrease in NPS

Personal Services increased by 9.7 percent, from \$5.6 million in the FY 2000 to \$6.1 million, in FY 2001.

Nonpersonal services decreased by 2.4 percent, from \$228.8 million to \$217.1 million, due to lesser than anticipated forecast of lottery sales.



Occupational Classification Codes

Occupational Classification Codes (OCC) are used by federal agencies like the Bureau of Labor and Census Bureau, as a way of classifying workers into eight major occupational categories for the purpose of collecting, calculating, or disseminating data. The DC Lottery and Charitable Games Board workforce is divided among six occupational classification codes.

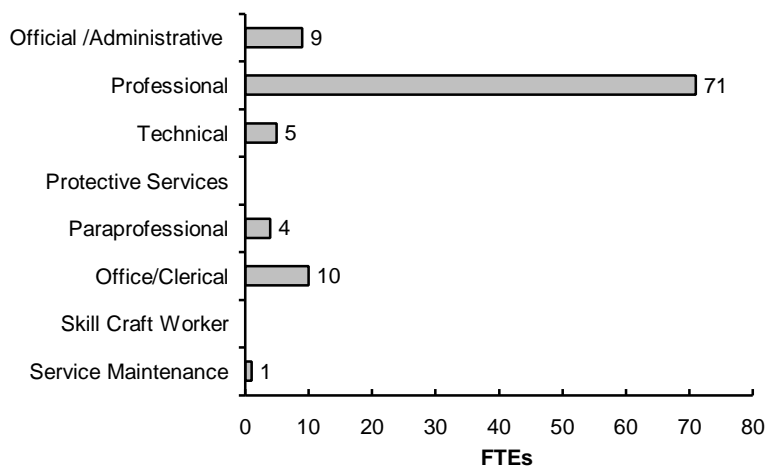
Agency FTEs by Occupational Classification Code

OC Code	FTEs in FY 2001
Official /Administrative	9
Professional	71
Technical	5
Protective Services	0
Paraprofessional	4
Office/Clerical	10
Skill Craft Worker	0
Service Maintenance	1
Total	100

FTE Analysis

Agency FTEs by Occupational Classification Code

The DC Lottery is an enterprise agency. Of the total FTEs, 71.0 percent are Professional. Another 10.0 percent are Office/Clerical employees.



Control Center Summaries

1000 Administration

FY 2001 Proposed Operating Budget (Control Center)

ADMINISTRATION

(Dollars in Thousands)

D.C. Lottery and Charitable Games Board

Object Class	Budget FY 2000	Proposed FY 2001	Variance
Regular Pay -Cont. Full Time	4,657	5,034	377
Regular Pay - Other	46	99	53
Additional Gross Pay	93	149	56
Fringe Benefits	767	821	54
Subtotal for: Personal Services (PS)	5,563	6,104	541
Supplies and Materials	118	85	-33
Utilities	40	0	-40
Telephone, Telegraph, Telegram	245	285	40
Rentals - Land and Structures	1,300	1,300	0
Other Services and Charges	496	520	24
Contractual Services - Other	521	500	-21
Equipment and Equipment Rental	67	306	239
Subtotal for: Nonpersonal Services (NPS)	2,787	2,996	209
Total Expenditures:	8,350	9,100	750
Authorized Spending Levels by Revenue Type:	Dollars	Dollars	Dollars
Other	8,350	9,100	750
Total:	8,350	9,100	750

1000 Administration

ADMINISTRATION (Dollars in Thousands)				
D.C. Lottery and Charitable Games Board				
Program			Proposed FY 2001 FTEs	Proposed FY 2001 Budget
1100	ADMINISTRATION		24	2,604
1200	LOTTERY OPERATIONS		54	3,744
1300	FINANCIAL SERVICES		22	2,752
1000	ADMINISTRATION		100	9,100
Total by Revenue Type:				
1000	ADMINISTRATION	Other	100	9,100
1000	ADMINISTRATION	Total	100	9,100

Program Overview

The Administration Division provides the management and operating structure for all business and regulatory activities through the Executive Management, Lottery Operations, and Financial Services cost centers.

Proposed Budget Summary

The proposed FY 2001 budget for Administration totals \$9,100,000, an increase of \$750,000 over the FY 2000 budget. There are 100 FTEs supported by this control center.

Other. The proposed *other* budget is \$9,100,000 an increase of \$750,000 over the FY 2000 budget. Of this increase, \$541,000 is in personal services, and \$209,000 is in nonpersonal services. There are 100 FTEs supported by other sources.

2000 Instant Games

FY 2001 Proposed Operating Budget (Control Center)			
INSTANT SALES			
(Dollars in Thousands)			
D.C. Lottery and Charitable Games Board			
Object Class	Budget FY 2000	Proposed FY 2001	Variance
Telephone, Telegraph, Telegram	104	140	36
Other Services and Charges	1,720	1,435	-285
Contractual Services - Other	2,045	1,775	-270
Subsidies and Transfers	34,685	27,806	-6,879
Subtotal for: Nonpersonal Services (NPS)	38,554	31,156	-7,398
Total Expenditures:	38,554	31,156	-7,398
Authorized Spending Levels by Revenue Type:	Dollars	Dollars	Dollars
Other	38,554	31,156	-7,398
Total:	38,554	31,156	-7,398

2000 Instant Games

INSTANT SALES (Dollars in Thousands)				
D.C. Lottery and Charitable Games Board				
Program			Proposed FY 2001 FTEs	Proposed FY 2001 Budget
2100	INSTANT GAMES		0	31,156
2000	INSTANT SALES		0	31,156
Total by Revenue Type:				
2000	INSTANT SALES	Other	0	31,156
2000	INSTANT SALES	Total	0	31,156

Program Overview

The Instant Lottery Sales Division encompasses the development, design, distribution, and accounting for instant "scratch off" tickets transactions.

Proposed Budget Summary

The proposed FY 2001 budget for Instant Games totals \$31,156,000, a decrease of \$7,398,000 from the FY 2000.

- **Other.** The proposed *other* budget is \$31,156,000, a decrease of \$7,398,000 from the FY 2000. The entire decrease is in nonpersonal services. The decrease is due to lesser than expected forecast of lottery sales.

3000 On-Line Games

FY 2001 Proposed Operating Budget (Control Center)

ON-LINE SALES

(Dollars in Thousands)

D.C. Lottery and Charitable Games Board

Object Class	Budget FY 2000	Proposed FY 2001	Variance
Supplies and Materials	0	45	45
Telephone, Telegraph, Telegram	485	810	325
Rentals - Land and Structures	175	175	0
Other Services and Charges	14,584	11,825	-2,759
Contractual Services - Other	1,310	1,780	470
Subsidies and Transfers	170,247	167,669	-2,577
Equipment and Equipment Rental	695	640	-55
Subtotal for: Nonpersonal Services (NPS)	187,496	182,944	-4,552
Total Expenditures:	187,496	182,944	-4,552
Authorized Spending Levels by Revenue Type:	Dollars	Dollars	Dollars
Other	187,496	182,944	-4,552
Total:	187,496	182,944	-4,552

3000 On-Line Games

ON-LINE SALES (Dollars in Thousands)				
D.C. Lottery and Charitable Games Board				
Program		Proposed FY 2001 FTEs	Proposed FY 2001 Budget	
3100	LUCKY NUMBERS	0	70,460	
3200	QUICK CASH	0	5,273	
3300	DC FOUR	0	62,311	
3400	CASH 4 LIFE	0	0	
3600	POWERBALL	0	29,718	
3700	HOT FIVE	0	5,081	
3800	ALPHA GAME	0	6,902	
9400	INTEREST INCOME	0	3,000	
9500	ONLINE REIMBURSEMENTS	0	25	
9800	MISCELLANEOUS	0	175	
3000	ON-LINE SALES	0	182,944	
Total by Revenue Type:				
3000	ON-LINE SALES	Other	0	182,944
3000	ON-LINE SALES	Total	0	182,944

Program Overview

The Online Numbers Sales Division represents the development and implementation of new games as well as generating, administering, and monitoring the sales activities of existing games.

Proposed Budget Summary

The proposed FY 2001 budget for On-Line Games totals \$182,944,000, a decrease of \$4,552,000 from the FY 2000.

- **Other.** The proposed *other* budget is \$182,944,000, a decrease of \$4,552,000 from the FY 2000. The entire decrease is in nonpersonal services. The decrease is due to lesser than expected forecast of lottery sales.